

ANNOUNCEMENT OF BASIC FORMULA PRICE INFORMATION, AUGUST 5, 1999 1/

BASIC FORMULA PRICE FOR JULY 1999: \$13.59

BUTTERFAT DIFFERENTIAL FOR JULY 1999 (value per 0.1% butterfat): \$.134

BASE MONTH PRICE DATA FOR JUNE 1999:

PRICE AT TEST	\$11.98	PROTEIN TEST	3.13%
BUTTERFAT TEST	3.65%	SOLIDS-NOT-FAT	8.54%
PRICE AT 3.5%	\$11.74		

CHANGE IN PRODUCT PRICE FORMULA JUNE TO JULY 1999: \$+1.85

MILK COMPONENT TESTS FOR JULY 1999:

PROTEIN	3.07%	BUTTERFAT TEST	3.62%
SOLIDS-NOT-FAT	8.46%		

BASIC FORMULA PRICE AT TEST FOR JULY 1999: \$13.75

PRODUCT PRICE AVERAGES FOR JULY 1999 (dollars per pound):

BUTTER, GRADE AA, CHICAGO MERC. EX.	\$1.3444
BUTTER, EQUIVALENT GRADE A	1.2544
CHEESE, 40-LB BLOCK, NASS, U.S. AVERAGE	1.4702
NONFAT DRY MILK, LOW/MED. HEAT, WEST	1.0012
DRY BUTTERMILK, WEST	0.6942
NONFAT DRY MILK, CLASS III-A, WEST	1.0098
NONFAT DRY MILK, CENTRAL	1.0172

PRODUCTION IN MN/WI FOR JUNE 1999 (thous. lbs.):

AMERICAN CHEESE	129,889	NONFAT DRY MILK	1,739
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CLASS III-A PRICES FOR JULY 1999:

FOR ORDERS 1 AND 2	\$12.40	FOR ORDER 124, 131, & 135	\$12.30
FOR ORDER 4	\$12.42	FOR OTHER AFFECTED ORDERS	\$12.37

- 1/ United States Department of Agriculture, Agricultural Marketing Service.
For further information contact John Rourke, 202-720-7461. Prices are dollars per 100 pounds (cwt.) unless otherwise indicated.

REGIONAL MILK PRODUCTION COSTS, JUNE AND JULY, 1999 2/:

REGION	TOTAL CASH EXPENSES		TOTAL ECONOMIC COSTS	
	JUN.3/	JUL.	JUN.3/	JUL.
NORTHEAST	\$13.17	\$13.14	\$18.45	\$18.46
SOUTHEAST	13.80	13.75	18.26	18.28
UPPER MIDWEST	12.41	12.40	17.43	17.46
CORN BELT	13.44	13.43	19.81	19.85
SOUTHERN PLAINS	11.79	11.74	15.70	15.70
PACIFIC	9.58	9.57	11.72	11.74

- 2/ United States Department of Agriculture, Economic Research Service. For further information, contact Sara Short, 202-694-5588. Costs are dollars per 100 pounds (cwt.). Regions are defined as: Northeast--New York, Pennsylvania, and Vermont; Southeast--Florida and Georgia; Upper Midwest--Michigan, Minnesota, and Wisconsin; Corn Belt--Iowa, Missouri, and Ohio; Southern Plains--Texas; Pacific--Arizona, California, and Washington.
- 3/ Revised from last month due to changes in milk production, producer price indexes, corn market price, and economic indicators for the U.S. economy.